

**CHAPTER NO. 688**

**SENATE BILL NO. 2137**

**By Fowler**

**Substituted for: House Bill No. 2119**

**By Fowlkes**

AN ACT To amend Tennessee Code Annotated, Title 49, Chapter 7, Part 8 and Title 67, relative to education savings plans.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 67-8-104, is amended by adding the following new subsection:

(d) No provision of this title or any other law shall be construed to limit the gift tax exemption currently provided under §49-7-822 for contributions made to or on behalf of a beneficiary under Title 49, Chapter 7, Part 8. Contributions made to or on behalf of beneficiaries under Title 49, Chapter 7, Part 8 are exempt from all taxation under this title by the provision of §49-7-822.

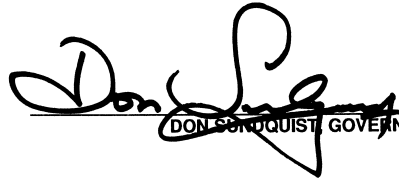
SECTION 2. This act shall take effect upon becoming a law, the public welfare requiring it.

**PASSED: April 24, 2002**

  
JOHN S. WILDER  
SPEAKER OF THE SENATE

  
JIMMY NAIFEH, SPEAKER  
HOUSE OF REPRESENTATIVES

**APPROVED this 1<sup>st</sup> day of May 2002**

  
DON SUNDQUIST, GOVERNOR